



**Arizona Public Service Company
FOUR CORNERS STEAM ELECTRIC STATION
P.O. Box 355 • FRUITLAND, NEW MEXICO 87416**

April 29, 2014

CERTIFIED MAIL

Lisa Beckham
Environmental Engineer
Air Division, Permits Office (Air-3)
EPA Region 9
75 Hawthorne Street
San Francisco, CA 94105

RE: Four Corners Power Plant SCR Retrofit Project – Revised Application for PSD Permit

Dear Ms. Beckham:

Arizona Public Service Company (APS) is submitting the enclosed revised application for a Prevention of Significant Deterioration (PSD) permit for the Four Corners Power Plant (FCPP) SCR Retrofit Project. The PSD application for this project was initially submitted in October 2013 and updated sections were provided in March 2014 based on input from the U.S. Environmental Protection Agency (EPA) staff. After further discussion with EPA, we have decided to completely revise the PSD application to account for the considerable emissions reductions associated with the shutdown of FCPP Units 1, 2, and 3. This new revised PSD application is standalone and entirely takes the place of the two prior PSD application submittals.

Based on the netting analysis contained in the revised application, this SCR Retrofit Project is now only subject to PSD review related to an increase in sulfuric acid mist (H_2SO_4) emissions associated with installation of the SCR systems. Because there are no ambient air quality standards or PSD increments for H_2SO_4 emissions, there is no longer a need to provide air quality modeling analyses. Therefore, those aspects of the PSD application have been removed.

In addition to this information, APS submitted a Biological Assessment in March in support of EPA's Section 7 ESA consultation with the US Fish and Wildlife Service. No changes to the Biological Assessment are anticipated and we request that your consultation move forward with that document.

In support of this revised application, a Certification of Truth, Accuracy and Completeness has been signed by myself as the Responsible Official for FCPP and provided as part of the PSD application (page 1-4).

As noted in the PSD application, the Office of Surface Mining Reclamation and Enforcement, Western Region, Denver, Colorado, has issued a Draft Environmental Impact Statement (EIS) to analyze the effects of the related proposed federal undertakings for FCPP. The Draft EIS was issued in March 2014.

We request that EPA review this revised PSD application in a timely manner and move forward with processing the PSD permit application. If you have any questions regarding this submittal, please contact Mark Hajduk by phone at 602-250-3394 or email at mark.hajduk@aps.com.

Sincerely,



David C. Bloomfield
Responsible Official
Four Corners Steam Electric Station

Enclosures: Revised PSD Application

cc:

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